BOB F. ANDERSON, PE, INC.

PETROLEUM ENGINEERS & CONSULTANTS TELEPHONE (318) 425-4230 FACSIMILE (318) 222-1054 email: bfandpe@aol.com

June 16, 2004

Honorable James H. Welsh, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Alternate Unit Wells
Hosston Formation, Reservoir A,
HOSS RA SU9 and
Cotton Valley Formation, Reservoir A
CV RA SUQ
Holly Field
DeSoto Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of WINCHESTER PRODUCTION COMPANY, (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A, and the Hosston Formation, Reservoir A, Holly Field, DeSoto Parish. Louisiana:

FOR HOSS RA SU9 and CV RA SUQ:

- 1. To permit the applicant to drill, designate and utilize the Winchester Production Co. Flournoy 20 No. 5 Well and their Scott 20 No. 1 Well as additional alternate unit wells in exception to the spacing provisions of the 88-D and 88-E Series of Office of Conservation Orders and their Flournoy 20 No. 6 Well, at a legal location, for the production of gas and condensate for the Hosston Formation, Reservoir A and the Cotton Valley Formation, Reservoir A, Holly Field, DeSoto Parish, Louisiana, in the units designated HOSS RA SU9 and CV RA SUQ, such units and wells shown on the attached plat and being made a part hereof.
- 2. To find that an alternate unit well is needed on each unit to assist in the efficient and effective drainage of the unit that cannot be drained by any other well located therein.
- 3. To permit the applicant to produce the assigned unit allowable from the unit well, the alternate unit wells or from a combination of all wells at the discretion of the unit operator.
- 4. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston Formation, Reservoir A was defined in Office of Conservation Order No. 88-D, effective February 1, 1975, and the Cotton Valley Formation, Reservoir A, in the Holly Field, DeSoto Parish, Louisiana, was defined in Office of Conservation Order No. 88-E, effective February 1, 1975.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained at the expense of the requesting party.

The subject matter of this application does not require a pre-application notice.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this intended application is being sent. A copy of this letter and the attached plat is being sent to the District Manager of the Shreveport District Office of Conservation and to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list. Upon receipt of the legal notice, a copy will be posted and published in a newspaper of general circulation of the Holly Field and will be sent to all Interested Owners, Interested Parties and Represented parties.

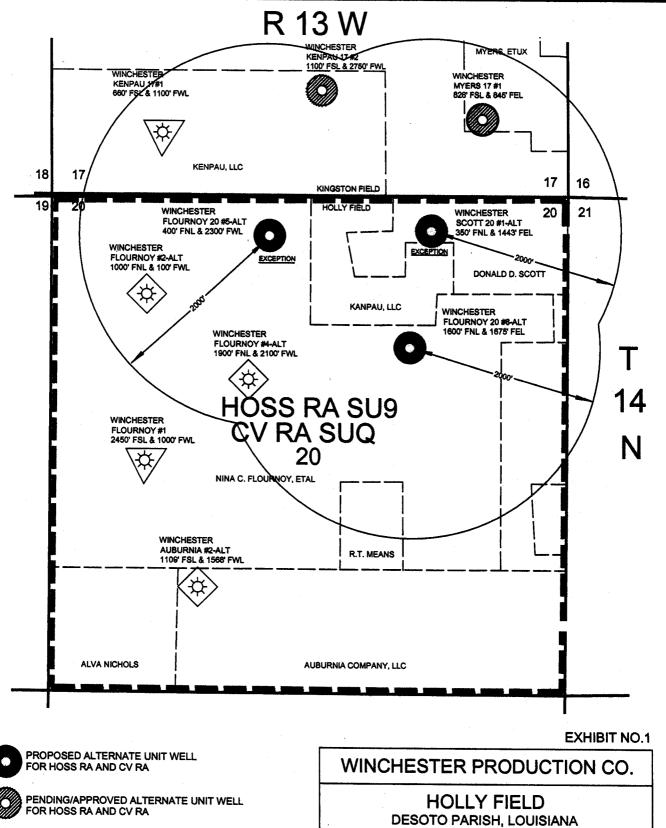
Attached is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

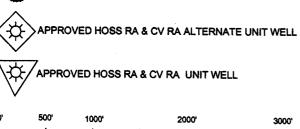
Yours truly,

B. F. Anderson, PE for

WINCHESTER PRODUCTION COMPANY

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation Interested Owners, Represented Parties and Interested Parties Winchester Production Company





PROPOSED ALTERNATE UNIT WELLS FOR BOTH CV RA SUQ AND HOSS RA SU9 TWO AT EXCEPTIONAL LOCATION

SCOTT 20 NO.1-ALT FLOURNOY 20 NO.5-ALT FLOURNOY 20 NO.6-ALT